

Message Text

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PAGE 01 STATE 044248
ORIGIN PM-05

INFO OCT-01 EA-10 ISO-00 ACDA-12 MCE-00 ABF-01 OMB-01
TRSE-00 IGA-02 AID-05 EB-08 SS-15 SP-02 H-01
INR-10 /073 R

DRAFTED BY CNO/OPS63:DROGERS/PM/SAS:RWSMITH:LD
APPROVED BY PM/SAS: MR. KOCHANЕК
L/PM - MR. BOREK (INFO)
EA/RA - L/C EILAND
EA/TIMBS - MR. SULLIVAN
ACDA - MR. FEI
PM/SAS - MR. CORRY

-----108149 211808Z /43

R 211618Z FEB 78
FM SECSTATE WASHDC
TO AMEMBASSY JAKARTA
INFO SECDEF
JCS
CNO
CINCPAC HOLONLULU HI
CINCPACFLT PEARL HARBOR HI
CHUSDLG JAKARTA ID
USDAO JAKARTA ID

C O N F I D E N T I A L STATE 044248

E.O. 11652: GDS

TAGS: MASS, ID, US

SUBJECT: USN SHIPS ON LEASE

REF: A. JAKARTA 14532 DTG 270510Z OCT 77
B. CHIEF, USDLG JAKARTA ID LTR SER 103

C. JAKARTA 0709 DTG 170740Z JAN 78
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D. STATE 222561 DTG 181624Z SEP 75

1. AS EXPLAINED IN DETAIL IN REF D, IT HAS BEEN USG
POLICY SINCE 1972 NOT TO EXTEND USN SHIP LOAN/LEASE AGREE-
MENTS WITH SOME 31 GOVERNMENTS. THAT POLICY WAS DIRECT
RESULT OF CONGRESSIONAL HEARINGS IN 1972 AND HAS SINCE
BEEN STRONGLY SUPPORTED BY CONGRESS. ACCORDINGLY, WE HAVE

OFFERED FOR SALE TO GOVERNMENTS CONCERNED ALL SHIPS ON LOAN/LEASE UPON EXPIRATION OF LOAN/LEASE AGREEMENTS, OR EARLIER IF DESIRED. EXTENSION-OF LEASE AGREEMENTS WITH INDONESIA IN 1976 WAS AUTHORIZED AS A SPECIAL EXCEPTION TO THE NON-EXTENSION POLICY IN ORDER TO PROVIDE THE INDONESIANS ADDITIONAL TIME TO BUDGET FOR PURCHASE OF THE SHIPS.

2. IN THE SIGNED LEASE EXTENSION AGREEMENTS OF 1976, FORWARDED BY REF B, THE GOI AGREED THAT ON 30 SEPTEMBER 1978 THE VESSELS "SHALL BE RETURNED TO THE USG FOR SUCH DISPOSITION AS THE USG DEEMS APPROPRIATE, UNLESS THE USG SHALL HAVE OFFERED AND THE GOI SHALL HAVE AGREED TO PURCHASE" SAID VESSELS. IN VIEW OF POLICY CITED ABOVE AND STATUTORY LIMITATIONS, WE COULD NOT NOW AUTHORIZE RENEWAL OF THE LEASE AGREEMENT. YOU MAY WISH TO EMPHASIZE TO APPROPRIATE GOI OFFICIALS THAT THIS POLICY IS BEING CARRIED OUT WITH ALL GOVERNMENTS CONCERNED.

3. THE FOLLOWING SALES INFORMATION SHOULD BE PROVIDED TO THE GOI:

SHIP -----FMS PRICE -----CONGRESSIONAL ACTION
----- REQUIRED

CLARKE COUNTY (LST-601) 230K 30 DAY NOTIFICATION
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IREDELL COUNTY (LST-839) 230K 30 DAY NOTIFICATION
ASKARI (ARL-30) 375K 30 DAY NOTIFICATION
TIDEWATER (AD-31) 525K ENABLING LEGISLATION

ON "AS IS, WHERE IS" BASIS (LISTED PRICE DOES NOT INCLUDE
REQUIRED ADMIN CHARGE)

4. IN ORDER THAT THE NECESSARY AUTHORITY CAN BE OBTAINED FOR POSSIBLE SALE OF THE SHIPS AT THE TIME OF THE EXPIRATION OF THE LEASES ON 30 SEPTEMBER 1978, WE WOULD APPRECIATE AN EARLY DECISION BY THE GOI ON PURCHASE OF THE SHIPS. VANCE

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NAVAL FORCES, SHIPS, LEASES
Control Number: n/a
Copy: SINGLE
Draft Date: 21 feb 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Executive Order: GS
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Format: TEL
From: STATE
Handling Restrictions: n/a
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ISecure: 1
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Litigation Codes:
Litigation History:
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Message ID: e7d1b7d2-c288-dd11-92da-001cc4696bcc
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Original Classification: CONFIDENTIAL
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Original Previous Classification: n/a
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Review Content Flags:
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Status: NATIVE
Subject: USN SHIPS ON LEASE
TAGS: MASS, ID, US
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Type: TE
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